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FILE: B-191771

DATE: May 12, 1978

MATTER OF: Donovan Construction Company

## DIGEST:

Procurement by Basin Electric Power Cooperative, using funds borrowed from Rural Electrification Administration is neither Federal procurement nor procurement involving Federal grant funds and, therefore not reviewed by GAO.

Donovan Construction Company protests the rejection of its bid under a solicitation for construction of transmission lines issued by the Basin Electric Power Cooperative. The Rural Electrification Administration (REA) has advised our Office that the funds involved are those of the Cooperative, obtained through a loan from REA, and repayable to REA.

Since the protest involves neither a procurement by or for an agency of the Federal Government, nor a procurement by a Federal grantee, our Office will not consider the matter. New England Insulation Co., B-188784, April 21, 1977, 77-1 CPD 276; Power Insulation Co., B-189308, June 23, 1977, 77-1 CPD 452.

> Paul G. Dembling General Counsel

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